

AMENDED
APPLICATION FOR PERMIT

N50119

TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office AUG 25 1986
Returned to applicant for correction OCT 13 1986
Correction application filed OCT 28 1986
Map filed OCT 28 1986 under 50116

The applicant N.A. Degerstrom, Inc.
N. 3303 Sullivan Road, of Spokane,
Street and No. or P.O. Box No. City or Town
Washington 99216, hereby make application for permission to appropriate the public
State and Zip Code No.
waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.) a Spokane, Washington
Corporation incorporated July 7, 1959

1. The source of the proposed appropriation is Groundwater
Name of stream, lake, spring, underground or other source
2. The amount of water applied for is 1 cfs (cubic ft/second) second-feet
One second-foot equals 448.83 gals. per min.
(a) If stored in reservoir give number of acre-feet 70 acre-ft.
3. The water to be used for Domestic, mining and ancillary mining operations
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.
4. If use is for:
(a) Irrigation, state number of acres to be irrigated:
(b) Stockwater, state number and kinds of animals to be watered:
(c) Other use (describe fully under "No. 12. Remarks") open-pit mining and heap leaching processing of gold ore
(d) Power:
(1) Horsepower developed
(2) Point of return of water to stream
5. The water is to be diverted from its source at the following point: Within Lot 3 of Section 18, T.25N., R.47E., M.D.B. & M., from which the northwest corner of said Section 18 bears N 12°46'50" W, A distance of 3515.42 feet.
Describe as being within a 40-acre subdivision of public survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated.
6. Place of use NE 1/4 of the SE 1/4 and SE 1/4 of the NE 1/4 Section 13; T.25N., R.46E. M.D.B. & M.
Describe by legal subdivision. If on unsurveyed land, it should be so stated.
Lander County, Nevada
7. Use will be begin about March 30 and end about October 30, of each year.
Month and Day Month and Day
8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) Water will be pumped from the well head to the mine site and either used directly or stored at the mine site
State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well with pump and motor, etc.
9. Estimated cost of works \$15,000

10. Estimated time required to construct works 1½ years. The well will be 8-inch diameter,
If well completed, describe works.
gravel packed with 17 feet of cemented surface casing and a submersible pump.

11. Estimated time required to complete the application of water to beneficial use 3 years.

12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

Up to 5.7×10^6 gal/year will be used on a seasonal basis for a gold mining heap
leach operation and associated uses such as dust suppression on haul roads.
The principal use of the water will be as makeup water for the heap leach
processing facility.

s/Neil A. Degerstrom

By N.A. DEGERSTROM, INC.
N. 3303 Sullivan Road
Spokane, WA 99216

Compared pm/se pm/se

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins or before the Proof of Completion of Work is filed.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.
 (CONTINUED ON PAGE 2)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second, but not to exceed 66 million gallons seasonally.

Work must be prosecuted with reasonable diligence and be completed on or before September 14, 1987

Proof of completion of work shall be filed before September 14, 1987

Application of water to beneficial use shall be filed on or before September 14, 1987

Proof of the application of water to beneficial use shall be filed on or before September 14, 1987

Map in support of proof of beneficial use shall be filed on or before N/A

Completion of work filed _____

IN TESTIMONY WHEREOF, I PETER G. MORROS,
 State Engineer of Nevada, have hereunto set my hand and the seal of

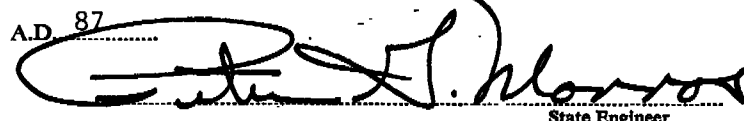
Proof of beneficial use filed _____

my office, this 14th day of September

Cultural map filed _____

A.D. 87

Certificate No. _____ Issued _____


 State Engineer

(PERMIT TERMS CONTINUED)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

